

SCHWAB SEES U. S. AS WORLD'S WORKSHOP

JUDGE MAYER GRANTS TIME TO INTERBOROUGH
Not Rushing to Please 2-10ths of 1 P. C. Creditor.

Depression Now to Be Followed by Greatest Development in Our History.

SPEAKS TO PAINT MEN

Declares He Would Bet Every Dollar He Has on American Industry.

Special Dispatch to THE NEW YORK HERALD.

ATLANTIC CITY, Oct. 27.—Charles M. Schwab told the convention of the National Paint, Oil, and Varnish Association at the Traymore Hotel here to-night that he was not alarmed in the least about the present business depression.

"We have been on a great business swing since Mr. Schwab said we are now going through the cold gray dawn of the morning after. We will have to pay the price and we must not complain. This business depression will place us in a firmer, surer position for the future. We are on the eve of a great development. The depression period may last for two or even three years, but when it does, the development that will follow will be the greatest in our history. I believe this nation of ours is going to be the workshop of the world."

Mr. Schwab urged economy in conducting business as an important factor that should be considered now more than ever before. He said that if a patriotic affair like oil and gas had to be sold, he would be asked to write a prescription for happiness he would say, "First, don't have an income of more than \$12,000 a year; and, secondly, have congenial employment that will keep you interested."

"This is not said to urge you not to spend money, but to tell you that you can, but use it in doing good and developing your business. I don't give a rap for money except for the good it will do and the circulation it can give it in my plants."

Mr. Schwab told his audience that the Bethlehem Steel Company had recently decided to operate at 20 per cent capacity, and declared also that so long as he could borrow money he would be every dollar he could control on American industry.

NEW WIRTH CABINET APPROVED BY PRESS

Says It Assumes Proper Attitude on Silesia.

BERLIN, Oct. 27 (Associated Press).—The reorganized Cabinet meets with the approval and sympathy of the newspapers generally. The Centrist, Democratic, Social Democratic and Independent organs express the opinion that the Government has assumed the proper attitude. The press declared that the new Silesia and land Chancellor Wirth "for his strong, manly position" in condemning the Allies' decree. The newspapers believe the Government will have the support of a substantial majority of the German people.

The Reichstag, after having voted confidence in the new Cabinet, adjourned until November 3. Before adjourning it selected by a vote of 213 to 152 a resolution presented by the German National and German People's parties vigorously protesting against the recent decision of the council of the League of Nations on the partition of Upper Silesia.

"This is the tragedy of the German bourgeoisie," Friedrich Stampfer, editor of Vorwärts and one of the Socialist leaders in the Reichstag, to-day remarked to the Associated Press in discussing the German crisis.

"But really you western democrats should not run away from the fact that we are still taking our first steps in democracy, and then—what is very important—we have not had time to recover our nerves. How could we, when every now and then we are being harassed a jolt like this Upper Silesian decision, just when we are trying to see a bit of daylight ahead and feel we are beginning to make progress?"

ATHENS BANKER COMING TO GET \$33,000,000

Loan Promised by U. S. When Greece Entered War.

ATHENS, Oct. 27 (Associated Press).—Pridion Papafrangos, manager of the Greek National Bank, will leave this week for America as a Government delegate charged with negotiating with the United States Treasury for the release of credits amounting to \$33,000,000 made to Greece by the United States.

The Government newspaper Prokoucos says: "It is believed that Mr. Papafrangos will be enabled to bring his mission to a successful issue." The Greek banker will meet Premier Gouraud in Rome on his way to America to receive final instructions.

On September 19 King Constantine was reported to have told newspaper correspondents at Brusss that he believed Greece was prepared to guarantee that the money advanced by the United States, if released, would not be spent for military purposes.

KNOX PRAISED HIGHLY BY SOCIETIES IN CHINA

His Stand on Shantung Question Remembered in East.

THUN-TUNG, China, Oct. 27 (Associated Press).—Various organizations led by Chinese students have sent to the family of Senator Knox resolutions eulogizing him, and declaring that in his death China has lost one of her best friends. The resolutions praise the attempt of Mr. Knox, while Secretary of State, to interests in the Manchurian railroads and also the fight of Senator Knox against the clause in the peace treaty regarding Shantung.

COAL OPERATORS BALK.

Refuse to Accept Mediation of Senate Committee.

WASHINGTON, Oct. 27.—Peace moves of the West Virginia union miners were halted today by the definite refusal of the mine operators to deal with the United Mine Workers in a settlement by the Senate committee investigating the mine disorders.

The workers' programme involved the use of the minority office of the investigation committee to obtain the release by Chief Justice Taft, if any agreement was reached, of an administrator to carry out the settlement.

ARMED ROMA TO FLY SOON.

WASHINGTON, Oct. 27.—The army airship Roma, recently purchased from Italy, is now practically 80 per cent assembled at Langley Field, Virginia, and it is expected to be ready for its first American flight soon after November 1, it was learned to-day.

UNDIVIDED PROFITS SPARED IN TAX BILL

Senate Rejects 3 Amendments on This Line in Dealing With Corporation Income.

WASHINGTON, Oct. 27.—An unsuccessful fight was made to-day in the Senate to write into the tax revision bill a provision to tax the undistributed profits of corporations. Three separate amendments proposing such a tax were rejected, one without a roll call.

Also without a record vote the Senate voted down an amendment by Senator McKellar (Tenn.), Democrat, which would have authorized the Secretary of the Treasury to refund the eleven billion dollars of foreign debts into long time bonds, the interest on which would be payable next January 1.

All of these amendments were on the section dealing with the corporation income tax, but the section finally was

passed over, until to-morrow, when the Senate will consider an amendment by Senator Walsh (Mass.), Democrat, proposing a graduated tax on corporations instead of the flat tax of 15 per cent recommended by the Finance Committee.

The first proposal to tax undistributed profits of corporations was offered by Senator Jones (N. M.), Democrat. The amendment proposed a flat tax of 15 per cent, tax there should be levied on the undistributed profits of a graduated tax beginning at 8 per cent on the first 10 per cent of income and ending at 55 per cent on the amount of income over 60 per cent.

This amendment was voted 45 to 24, for Roll Call—Kenyon, La Follette, and three Democrats—Gerry, Hitchcock and Pomerene—voting against it.

Senator Simmons (N. C.), ranking Democrat on the Finance Committee, proposed that the amendment be limited to a flat tax of 15 per cent, there should be imposed a graduated tax on undistributed profits, which, he said, would average about 8 per cent, and yield about \$50,000,000. This amendment was rejected, 6 to 29, for Republicans—Kenyon, La Follette, Nelson and Northcutt—supporting it, and one Democrat—McKellar opposing it.

Senator Jones then offered an amendment calling for a 10 per cent flat tax and a levy on undistributed profits of one-half the rate in his original amendment. This was rejected without a roll call.

PLAN TO DIVERT CANAL TRAFFIC CONDEMNED

N. Y. Waterways Association Adopts Resolution.

ALBANY, Oct. 27.—Speaking before the New York State Waterways Association here to-day, the proposal of the New York port authority to build a terminal for the New York State barge canal at Piermont and divert canal freight to New Jersey ports, was condemned by Nelson B. Kilmer of the New York Harbor and Development Commission, as a proposal to "rob the State of New York of the advantages of the water canal."

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The court set November 11 as the date for a hearing.

PELLETIER HEARING NOV. 14.

BOSTON, Oct. 27.—Attorney-General J. Weston Allen filed with the Supreme Court to-day a petition for the removal of Joseph C. Pelletier from the office of District Attorney of Suffolk County on charges of alleged malfeasance, misfeasance and nonfeasance in office.

The court set November 11 as the date for a hearing.

HARDING COMMENDS GERMAN AMERICANS

Praises Efforts of Those Who Gave Their Best to Win War.

A letter from President Harding commending their efforts was read last night before 500 men and women of German birth and parentage at a dinner in the Hotel Astor under the auspices of the Central Committee for the Relief of Distress in Germany and Austria. The meeting marked the beginning of the campaign to raise \$2,000,000 as a fund to feed the starving children of those countries.

President Harding's letter was addressed to Charles E. Nagel, Secretary of Commerce in the Cabinet of President Taft.

"Let us heartily commend the generous efforts of these our citizens who so loyally gave of their best to win the war, and who, now that the war is long over, peace is established and the restoration of good will sought, give of their efforts to help to restore the money to bring relief to women and children who are suffering in Austria and Germany. I am glad that relief is to be administered by the American Quakers, who have already labored in such an enterprise with signal sympathy and success, and it is good to know that in the following days and weeks the German charitable persons are joining cheerfully and helpfully in this relief."

Besides Mr. Nagel the speakers were R. Pageant, Bernard L. Ridder, Emmanuel Baruch and the Rev. Herman Brueckner. Members of the Pelletier family, Mrs. Pelletier, Father F. Ridder and Otto von Schrenck.

The guests included Justice Daniel P. Cohalan and Mrs. Cohalan and Mr. and Mrs. George Sylvester Viereck. "The Star-Spanpled Banner" was played before the letter from the President was read by Victor F. Ridder. Mr. Nagel announced that United States Senator Medill McCormick of Illinois, who was to have been the principal speaker, was unable to be present.

RECEIVERS IN BANKRUPTCY.

Receivers in bankruptcy appointed yesterday in various cases:

THOMAS J. GUERNSEY, receiver, Boston, Oct. 27.—For the Boston Water Co., \$1,000,000, of which \$100,000 is due.

JOHN KUFUMI, suit cases, 159 Merrimac street—liabilities, \$6,202; assets, \$2,500, of which \$1,200 is due.

JOHN H. REYNOLDS—Voluntary, West End avenue—liabilities, \$2,000; assets, \$800, no unclaimed claim.

SHREWDERS IN BANKRUPTCY.

Shrewders in bankruptcy filed yesterday in the United States Court were:

HARRY FRANZ, trustee and entrepreneur, Boston, Oct. 27.—For the Boston Water Co., \$1,000,000, of which \$100,000 is due.

JOHN KUFUMI, suit cases, 159 Merrimac street—liabilities, \$6,202; assets, \$2,500, of which \$1,200 is due.

JOHN H. REYNOLDS—Voluntary, West End avenue—liabilities, \$2,000; assets, \$800, no unclaimed claim.

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ARTHUR J. DAHLKE, receiver, bond, \$2,000.

ROBERT REINHOLD, C. O. T. Corp., receiver, Boston, Oct. 27.—For the Boston Water Co., \$1,000,000, of which \$100,000 is due.

EKLUND TEXTILE CO.—Arthur F. Dahlke, receiver, for Samuel Eklund, holder of contract, Boston, Oct. 27.—Assets, \$1,000.

JOHN SCHUMACHER, jeweler, 1 Madison Avenue—liabilities, \$1,000.

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